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T.R.A. DOCKET ROOM

The Washington Harbour
3000 K Street, N W, Suite 300
Washington, D C 20007-5116
Phone 202 424 7500
Fax 202 424 7647
www.swidlaw.com

March 14, 2005

BY OVERNIGHT DELIVERY

Sharla Dillon, Dockets and Record Manager
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

**Re: Docket No. 05-00048 - Joint Petition of MCG Capital Corporation, IDS
Telcom Corp., and IDS Telcom, LLC for Authority to Complete an
Assignment of Authority to Provide Competitive Services and Sale of
Customer Base and Other Assets**

Dear Ms Dillon:

MCG Capital Corporation ("MCG"), IDS Telcom Corp ("New IDS"), and IDS Telcom, LLC ("Old IDS") (MCG, New IDS, and Old IDS together, "Petitioners"), through undersigned counsel, hereby respond to Staff's request for additional information dated March 9, 2005 ("Information Request") Specifically, Petitioners respond to the following questions:

1. **Provide the most current audited financial statements for IDS Telcom Corp. and projected balance sheet of IDS Telcom Corp. or its successor at the consummation of the transaction.**

IDS Telcom Corp is a newly formed entity which was formed to acquire the IDS Telcom, LLC assets and currently has no operations Because IDS Telcom Corp was only recently formed, the company has no actual or projected financial statements

2. **Provide a copy of the surety bond as required by TCA § 65-4-125 with the new corporate name IDS Telcom Corp.**

IDS Telcom Corp is in the process of obtaining a letter of credit sufficient to comply with TCA § 65-4-125 IDS Telcom Corp expects that Letter of Credit to be available within the next 7 days and the company will promptly file that document upon receipt

3. **The TRA requires a customer notice letter when a company changes its corporate name. Please provide a customer notice letter compliance with the TRA rules.**

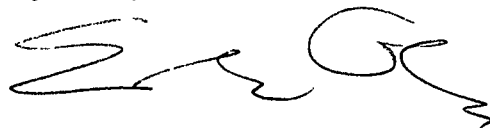
As required by the TRA rules, customers will be notified of the proposed transaction
The proposed form of notice is provided in Exhibit E to the Petition

4. **Indicate the number of customers that IDS Telecom, LLC currently has in Tennessee.**

Old IDS currently has approximately 1,100 customer in Tennessee

An original and thirteen (13) copies of this filing are enclosed Please date stamp the extra copy and return it in the self-address, postage paid envelope provided Should you have any questions regarding this filing please do not hesitate to contact Ward Quill at (202) 945-6997

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Catherine Wang', with a stylized flourish at the end.

Catherine Wang
Edward S Quill